

Treasury Report on Receivables
& Debt Collection Activities (TROR)

A Tool for Federal Credit Management and Debt Collection

Matt Lorelli
Financial Program Specialist
DMS

What is the TROR?

- **It is the Treasury's means for periodically collecting data on the status and condition of the Federal Government's non-tax debt portfolio, in accordance with the requirements of the Debt Collection Act of 1982 and the Debt Collection Improvement Act of 1996 (DCIA).**
- **The information contained in the report is disseminated to the President, Congress, the Office of Management and Budget (OMB), agency Chief Financial Officers, and others to determine the direction of Federal debt management and credit policy.**

Why Change the TROR?

- **To enable Treasury to capture data of greater relevance.**
- **To make the report and instructions easier for agencies to prepare.**
- **To resolve agency concerns regarding the 1998-99 version of the report.**

TROR Pilot Group

**Revision developed by TROR Pilot Group
representatives from many agencies:**

- **Agriculture**
- **Commerce**
- **Defense**
- **Education**
- **General Services Administration**
- **Interior**
- **Housing and Urban Development**
- **Railroad Retirement Board**
- **Social Security Administration**
- **Transportation**
- **Veterans Affairs**

What the agency representatives wanted out of the TROR Pilot Group:

- **Streamline report**
- **Changes to represent needs of all of the Federal agencies**
- **Make report simpler**
- **Bring financial statements and TROR balances closer (net vs. gross)**
- **Clarification/simplification of Part II, Section B and Section D**
- **Make sure that debt referral numbers represent actual status in Part II, Section B**
- **Learn more about TROR and how it relates to the SGL balances**

TROR Improvements

Changes made to improve the report.

- **Improved collection and adjustment information and reduced footnotes.**
- **Additional receivables separated to improve reporting**
- **Improved Aging Schedule**
- **Redesigned Part II, Section B for Debt Referrals to TOP and Cross-Servicing**
- **Redesigned Part II, Section D and E for Currently Not Collectible and Close Out of Debts.**

Part I - Status of Receivables

Section A Receivables and Collections	Number	Dollars
(1) Beginning FY Balance		
(2) New Receivables (+)		
(3) Accruals (+)		
(4) Collections on Receivables (-)		
(A) At Agency (-)		
(B) At Third Party (-)		
(C) Asset Sales (-)		
(D) Other - must footnote (-)		
(5) Adjustments (+ or -)		
(A) Reclassified/Adjusted Amounts (+ or -)		
(B) Adjustments Due to Sale of Assets (+ or -)		
(C) Consolidations (+ or -)		
(6) Amounts Written Off (-)		
(A) Currently not Collectible (-)		
(B) Written off and Closed Out (-)		
(7) Ending Balance		
(A) Foreign/Sovereign (+)		
(B) State and Local Government (+)		
(8) Rescheduled Debt		
(A) Delinquent (+)		
(B) Non-Delinquent (+)		
(9) Interest & Late Charges (+)		

Part I, Section A – Receivables and Collections NEW!

Part I - Status of Receivables		
	Number	Dollars
Section A Receivables and Collections		
(1) Beginning FY Balance		
(2) New Receivables (+)		
(3) Accruals (+)		
(4) Collections on Receivables (-)		
(A) At Agency (-)		
(B) At Third Party (-)		
(C) Asset Sales (-)		
(D) Collections by Treasury through Offset and Cross-Servicing (-)		
(E) Collections by Sale After Foreclosure (-)		
(F) Collections by Department of Justice (-)		
(G) Other - must footnote (-)		
(5) Adjustments (+ or -)		
(A) Reclassified/Adjusted Amounts (+ or -)		
(B) Adjustments Due to Sale of Assets (+ or -)		
(C) Consolidations (+ or -)		
(D) Foreclosure Adjustments (+ or -)		
(E) Written-Off Debts Reinstated for Collections (+)		
(6) Amounts Written Off (-)		
(A) Currently Not Collectible (-)		
(B) Written Off and Closed Out (-)		
(7) Ending Balance		

Part I, Section B – Additional Receivables Information

NEW!

Part I - Status of Receivables		
	Number	Dollars
Section B Additional Receivables Data (Information Only)		
(1) Subsets of Ending Balance		
(A) Foreign/Sovereign Government (+)		
(B) State and Local Government (+)		
(C) Rescheduled Debt - Delinquent (+)		
(D) Rescheduled Debt - Non-Delinquent (+)		
(E) Interest & Late Charges (+)		

Report on Receivables Due From the Public

Old Version

Section B Delinquent Debt by Age		
(1) Total Delinquencies (+)		
(A) 1-90 Days (+)		
(B) 91-180 Days (+)		
(C) 181-365 Days (+)		
(D) 1-2 Years (+)		
(E) 2-6 Years (+)		
(F) 6-10 Years (+)		
(G) Over 10 Years (+)		
(2) Commercial (+)		
(3) Consumer (+)		
(4) Foreign/Sovereign Debt (+)		

Part I, Section C - Delinquent Debt (Aging Schedule)

NEW!

Part I - Status of Receivables		
	Number	Dollars
Section C Delinquent Debt (Excluding CNC Debts)		
(1) Delinquencies by Age		
(A) 1-90 Days (+)		
(B) 91-180 Days (+)		
(C) 181-365 Days (+)		
(D) 1-2 Years (+)		
(E) 2-6 Years (+)		
(F) 6-10 Years (+)		
(G) Over 10 Years (+)		
(H) Total Delinquencies by Age		
(2) Delinquencies by Category		
(A) Commercial (+)		
(B) Consumer (+)		
(C) Foreign/Sovereign Government (+)		
(D) State and Local Government (+)		
(E) Total Delinquencies by Category		

Report on Receivables Due From the Public

Old Version

Part II - Debt Management Tool and Technique Performance Data		
	Number	Dollars
Section A Delinquent Debt 180 Days or Less		
(1) Total Delinquencies 1-180 Days (+)		
(A) In Bankruptcy (+)		
(B) In Forbearance or In Formal Appeals Process (+)		
(C) In Foreclosure (+)		
(D) At Private Collection Agencies (+)		
(E) At DOJ (+)		
(F) Eligible for Internal Offset (+)		
(G) In Wage Garnishment (+)		
(H) At Treasury for Cross Servicing (+)		
(I) At Treasury for Offset (+)		
(J) At Agency (+)		
(K) Other - must footnote (+)		

Part II, Section A - Delinquent Debt 180 Days or Less

NEW!

Part II - Debt Management Tool and Technique Performance Data		
	Number	Dollars
Section A Delinquent Debt 180 Days or Less		
(1) Delinquencies 1-180 Days		
(A) In Bankruptcy (+)		
(B) In Forbearance or In Formal Appeals Process (+)		
(C) In Foreclosure (+)		
(D) At Private Collection Agencies (+)		
(E) In Litigation (At DOJ or Agency Counsel) (+)		
(F) In the Process of Internal Offset (+)		
(G) In Wage Garnishment (+)		
(H) At Treasury for Cross-Servicing (+)		
(I) At Treasury for Offset (+)		
(J) At Agency (+)		
(K) Other - must footnote (+)		
(L) Total Delinquencies 1-180 Days		

Report on Receivables Due From the Public

Old Version

Section B Debt Eligible for Referral to Treasury for Offset and Cross-Servicing

- ## (1) Debt Eligible for Referral to Treasury for Offset

(A) Delinquent Debt Over 180 Days and Currently not Collectible

(B) In Bankruptcy (-)

(C) Foreign Sovereign Debt (-)

(D) In Forbearance or Formal Appeals Process (-)

(E) In Foreclosure (-)

(F) Other - must footnote (+ or -)

(G) Debt Eligible for Referral to Treasury for Offset (+)

(H) Debt Referred to DOJ/Litigation (-)

(I) Debt Eligible for Referral to Offset by Agency

(J) Debt Referred to Treasury for Offset (-)

(K) Balance of Debt Eligible for referral by the Agency

Report on Receivables Due From the Public

Old Version

(2) Debt Eligible for Referral to Treasury or a Designated Debt Collection Center for Cross-Servicing

(A) Debt Eligible for Referral to Offset by Agency

(B) At PCAs (-)

(C) Eligible for Internal Offset (-)

(D) Debt Exempted by Treasury from Cross Servicing (-)

(E) Other - must footnote (+ or -)

(F) Debt Eligible for Referral to Treasury or a Designated Collection Center for Cross-Servicing (+)

(G) Debt Referred to Treasury for Cross Servicing

(H) Balance of Debt Eligible for referral by the Agency

[illegible]

Part II, Section B-Line Item (1) - Debt Eligible for Referral to Treasury For Collection NEW

Part II - Debt Management Tool and Technique Performance Data		
	Number	Dollars
Section B Delinquent Debt (Over 180 Days Delinquent) Eligible for Referral to Treasury for Offset and Cross-Servicing		
(1) Debt Eligible for Referral to Treasury for Collection		
(A) Delinquent Debt Over 180 Days (+)		
(B) Currently Not Collectible Debts (+)		
(C) Total Delinquent Debt Over 180 Days and CNC Debts		
Debts Ineligible for Treasury Offset Program (TOP) and Cross-Servicing (lines D through G)		
(D) In Bankruptcy (-)		
(E) In Forbearance or Formal Appeals Process (including Litigation) (-)		
(F) In Foreclosure (-)		
(G) Other - <u>must footnote</u> (+ or -)		
(H) Balance of Debt Eligible for Referral to Treasury for Collection		

Part II, Section B- Line Item (2) Debt Eligible for Referral to Treasury Offset Program NEW

Part II - Debt Management Tool and Technique Performance Data		
	Number	Dollars
Section B Delinquent Debt (Over 180 Days Delinquent) Eligible for Referral to Treasury for Offset and Cross-Servicing		
(2) Debt Eligible for Referral to Treasury Offset Program		
(A) Debt Eligible for Referral to Treasury for Collection (from 1H)		
(B) Foreign/Sovereign Debt (-)		
(C) Debt in Litigation for Enforced Collection (-)		
(D) Other - <u>must footnote</u> (+ or -)		
(E) Debt Required to be Referred to Treasury Offset Program by Agency		
(F) Debt Referred to Treasury Offset Program (-)		
(G) Debt Referred to Treasury Offset Program through Cross-Servicing (-)		
(H) Balance Remaining to be Referred		

Part II, Section B- Line Item (3) Debt Eligible for Referral to Treasury Cross Servicing NEW

Part II - Debt Management Tool and Technique Performance Data		
	Number	Dollars
Section B Delinquent Debt (Over 180 Days Delinquent) Eligible for Referral to Treasury for Offset and Cross-Servicing		
(3) Debt Eligible for Referral to Treasury or a Designated Debt Collection Center for Cross-Servicing		
(A) Debt Eligible for Referral to Treasury for Collection (from 1H)		
(B) Foreign/Sovereign Debt (-)		
(C) Debt in Litigation for Enforced Collection (-)		
(D) At Private Collection Agencies (-)		
(E) In the Process of Internal Offset (-)		
(F) Debt Exempted by Treasury from Cross-Servicing (-)		
(G) Debts Returned from Cross-Servicing (-)		
(H) Other - <u>must footnote</u> (+ or -)		
(I) Debt Required To Be Referred To Treasury or a Designated Debt Collection Center for Cross-Servicing		
(J) Debt Referred to Treasury or a Designated Debt Collection Center for Cross-Servicing (-)		
(K) Balance Remaining to be Referred		

Report on Receivables Due From the Public

Old Version

Section C Collections	
(1) Collections on Delinquent Debt	
(A) By Private Collection Agencies (+)	
(B) By Litigation (+)	
(C) By Internal Offset (+)	
(D) By Third Party (+)	
(E) By Asset Sales (+)	
(F) By Wage Garnishment (+)	
(G) By Treasury for Cross-Servicing (+)	
(H) By Treasury Offset (+)	
(I) By Agency (+)	
(J) Other - must footnote (+)	

Part II, Section C- Collections on Delinquent Debt NEW

Part II - Debt Management Tool and Technique Performance Data		
	Number	Dollars
Section C Collections on Delinquent Debt		
(1) Collections on Delinquent Debt		
(A) By Private Collection Agencies (+)		
(B) By Litigation (+)		
(C) By Internal Offset (+)		
(D) By Third Party (+)		
(E) By Asset Sales (+)		
(F) By Wage Garnishment (+)		
(G) By Treasury/Designated Debt Collection Center Cross-Servicing (+)		
(H) By Treasury for Offset (+)		
(I) By Agency (+)		
(J) Other - must footnote (+)		
(K) Total Collections on Delinquent Debt		

TROR - Part 2 - Section D – Debt Disposition

Old Version

Section D Debt Disposition	Number	Dollar
(1) Currently not Collectible (Written Off and Not Closed Out)		
(A) At Private Collection Agencies		
(B) At Treasury or a Designated Debt Collection Center for Cross Servicing		
(C) At Treasury for Offset		
(D) Other - must footnote		
(2) Reported to IRS on Form 1099-C (Written Off and Closed Out)		

TROR - Part 2 - Section D – Debt Disposition

2004/2005 Version!

Section D Debt Disposition	Number	Dollar
(1) Currently not Collectible (Written Off and Not Closed Out)		
(A) At Private Collection Agencies		
(B) At Treasury or a Designated Debt Collection Center for Cross Servicing		
(C) At Treasury for Offset		
(D) Other - must footnote		
(2) Reported to IRS on Form 1099-C (Written Off and Closed Out)		
(3) Disposition of Debts Closed Out by CY for Tax Compliance Purposes		
(A) CNC Reclassified as Closed Out During the Current CY		
(B) Total of CNC Debts Closed Out During Previous CY		
(C) Closed Out Debts Not Reported to IRS on 1099-C (must Footnote)		

Part II, Section D-CNC Debt Status

New

Part II - Debt Management Tool and Technique Performance Data		
	Number	Dollars
Section D CNC Debt Status		
(1) Currently Not Collectible Debts (Written Off and Not Closed Out)		
(A) At Private Collection Agencies (+)		
(B) At Treasury or a Designated Debt Collection Center for Cross-Servicing (+)		
(C) At Treasury for Offset (+)		
(D) Other - must footnote (+)		
(E) Total-Currently Not Collectible Debts (1A thru 1D not mutually exclusive)		
(2) CNC Debts Closed Out During the Current FY (+)		

Part II, Section E-Disposition of Closed-Out Debts

NEW

Part II - Debt Management Tool and Technique Performance Data		
	Number	Dollars
Section E Disposition of Closed-Out Debts		
(1) Debts Closed Out During the Previous Calendar Year (CNC and Non-CNC Debts) (+)		
(A) Reported to IRS on Form 1099-C (+)		
(B) Not Reported to IRS on Form 1099-C - (must footnote) (1-1A)		

Revised TROR Implementation Timetable

- **Issued a letter to agency CFOs in September 2005 announcing the changes.**
- **Revise and implement training for preparers of report-January through December 2006.**
- **Update Debt Management Information System for revised report in June 2006.**
- **TROR system available for testing in October 2006.**

Revised TROR Implementation Timetable

- **Implement revised form-
January 2007 for 1st quarter-FY
2007 reporting!**

Agency Training

***DMS Offers “Agency Specific” TROR Workshops
Specifically Tailored to Meet Your Agency Needs. Contact
your TROR Agency Liaison:***

<http://fms.treas.gov/debt/dmrpts.html>

Future TROR Workshops:

Washington, D.C. – September 20, 2006

Please visit our website:

<http://fms.treas.gov/debt/training.html>

Register On-Line Early!

Agency Support Division Liaisons

- **9 Analysts Assigned to All CFO and Non-CFO Agencies;**
- **Assist FPAs to ensure accuracy of TROR reporting;**
- **Support BDMOC with FPAs Cross-Servicing issues;**
- **Initiate and maintain relationships with FPAs on all debt collection matters.**

Questions?